

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6002

BILL NUMBER: SB 9

NOTE PREPARED: Oct 9, 2007

BILL AMENDED:

SUBJECT: Real Estate Disclosure Forms.

FIRST AUTHOR: Sen. Steele

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: No Fiscal Impact

Summary of Legislation: This bill repeals the law that requires an owner of residential real estate to: (1) complete and sign a real estate disclosure form; and (2) submit the form to a prospective buyer; before an offer for the sale of the residential real estate is accepted.

Effective Date: July 1, 2008.

Explanation of State Expenditures: Under current law, the seller of residential real property is required to provide a disclosure form to a prospective buyer before a sale offer is accepted. The form contains several legal notices and the known condition of various items on the property such as the foundation, mechanical systems, roof, structure, water and sewer systems, and any additions to the property that may require improvements to the sewage disposal system. This bill would repeal the requirement to provide this form.

Note: This is not the sales disclosure form required under the property tax laws and used by local assessors.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Indiana Real Estate Commission.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: David Lusan, 317-232-9252.